

YES <input type="checkbox"/> NO <input type="checkbox"/> FILE NO. _____ TO FILE NO. _____ FILE NO. <input type="checkbox"/> RET. TO BRANCH <input type="checkbox"/> DESTROY <input type="checkbox"/> SIG. _____		CLASIFIED MESSAGE <input checked="" type="checkbox"/> TOTAL COPIES <u>2</u> SECRET PERSON/UNIT NOTIFIED _____	REPRODUCTION PROHIBITED 1 TC <input checked="" type="checkbox"/> CA <input checked="" type="checkbox"/> 2 <input checked="" type="checkbox"/> RA <input checked="" type="checkbox"/> 3 <input checked="" type="checkbox"/> CE <input checked="" type="checkbox"/> 4 <input checked="" type="checkbox"/> C <input checked="" type="checkbox"/>
FROM <u>MADRID</u>		UNIT <u>WE</u>	TIME <u>8:00</u> BY <u>T</u>
ACTION <u>C/W 3</u> <input checked="" type="checkbox"/> RID COPY		ADVANCE COPY <input type="checkbox"/> ISSUED <input checked="" type="checkbox"/> SLOTTED <input type="checkbox"/> ISSUED	
INFO <u>FILE, RR, ADDP, DCLWHLK 5, C/C1, C/F12, C/F1INT2, C/F1D4, CS/DO</u>			

^S E C R E T 091640Z

PRIORITY DIR CITE MADR 7424

10 MAR 66 171777
71717

DESENSITIZED

REF DIR 85729

1. DCM WALKER WAS CALLED TO FORNOFF BY SR. ANGEL SAGAZ, DIRECTOR GEN OF NORTH AMERICAN AFFAIRS. ALSO PRESENT WAS SR. PEDRO SALVADOR DE VICENTI, DIRECTOR OF CENTRAL AND SOUTH AMERICAN AFFAIRS.
2. SAGAZ SAID FORNOFF HAD READ CUBAN ALLEGATIONS OF OLIEIN INVOLVEMENT IN CONSPIRACY AGAINST CASTRO. COMMENTED GOS AWARE FACT ARTIME WAS IN MADRID ABOUT A YEAR AGO.
3. WALKER REPLIED ACCUSATIONS AGAINST OLIEIN WERE FALSE.
4. SAGAZ CLAIMED HE ACTING ON OWN INITIATIVE IN BRINGING UP CASE WITH WALKER AND NOT AS RESULT ANY COMPLAINT FROM CUBAN AUTHORITIES.
5. SAGAZ THEN SAID IT KNOWN OLIEIN HAS MADE TRIPS TO BILBAO WHERE MANY ACTS OF SABOTAGE HAVE TAKEN PLACE AGAINST CUBAN SHIPS BEING BUILT THERE. WALKER REPLIED NEITHER OLIEIN NOR HIS ORGANIZATION INVOLVED IN ANY SABOTAGE ACTIVITIES IN SPAIN.
6. SAGAZ THEN COMMENTED THAT FORNOFF COGNIZANT OF FACT OLIEIN

SECRET

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7. ALTHOUGH SAGAZ DENIED IT WALKER IS OF OPINION CUBAN GOVT MAY HAVE REGISTERED COMPLAINT AND THAT SAGAZ GOING THROUGH "NECESSARY MOTIONS."

8. OLIEN NOT AWARE OF SAGAZ-WALKER CONVERSATION UNTIL AFTER IT HAD TAKEN PLACE. OLIEN TOLD WALKER SAGAZ' LINKING OLIEN WITH BILBAO SABOTAGE INCIDENTS ENTIRELY GRATUITOUS. FACT OF MATTER IS OLIEN HAS NOT BEEN IN BILBAO SINCE 6 MARCH 1964. OLIEN ALSO REMINDED WALKER THAT QUOTA HAD DETERMINED THAT FIRE ON GUISA WAS ACCIDENTAL AND NOT SABOTAGE AND THAT QUANTUM/30 HAD EXPRESSED BELIEF THAT MOST RECENT FIRE ON FISHING VESSEL PARGO MAY HAVE BEEN WORK OF THE CUBANS THEMSELVES.

9. WALKER SUGGESTED OLIEN MENTION TO QUANTUM/30 FACT THAT FORNOFF HAD CALLED HIM IN TO DISCUSS CUBAN CHARGES. OLIEN WILL DO SO WHEN HE LUNCHESES WITH QUANTUM/30 ON 10 MAR.

10. OLIEN BRIEFED CHIEF PBSWING ORALLY ON 9 MAR. NEITHER HE NOR DCM LEAST BIT PERTURBED BY THE INCIDENT.

SECRET

CFN: 7424 85729 DCM WALKER FORNOFF SR. ANGEL SAGAZ NORTH AMERICAN SR. PEDRO SALVADOR DE VICENTI CUBAN OLIEN CASTRO GOS ARTIME

SECRET